

Montana State Fund
New Fund
Accrual Budgeting Method

Accrual Basis

Revenues

Net Earned Premium	\$214,368,000	\$238,202,708
Investment Income	35,500,000	37,919,659
Total Revenues	<u>\$249,868,000</u>	<u>\$276,122,367</u>

Expenditures

Personal Services	\$19,441,571	\$19,304,595
Operating Expenses	25,303,990	24,209,304
Equipment & Intangible Assets	2,862,494	2,056,149
Allocated Loss Adjustment Expense	3,752,100	4,607,285

Adjustments to Full Accrual

Reduce for Capital Expenditures	-2,862,494	-2,056,149
Depreciation	545,750	453,815
Amortization	1,500,642	905,704
Compensated Absences	276,150	203,079
LAE Reserve Changes	5,940,817	16,549,013

Subtotal Operational Expenditures	<u>\$56,761,020</u>	<u>\$66,232,795</u>
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New Fund Benefit Payments	\$187,849,000	\$186,616,838
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Total Expenditures and Benefit Payments	<u>\$244,610,020</u>	<u>\$252,849,633</u>
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Old Fund Administrative Costs	-\$1,250,000	-\$1,250,000
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Net	<u>\$6,507,980</u>	<u>\$24,522,734</u>
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